NSC BRIEFING

Š

1 December 1954

SITUATION IN SOUTH VIETNAM

I. Ouster of General Hinh, highlights Bae Dal's growing

- A. Immediate cause of action presumably Hinh's statement to press he would return Saigon "what-ever Bao Dai's decision may be."
- B. Terms of dismissal decree, charging Hinh with disobedience, indicate Bao Dai abandoning earlier equivocal stand.
- II. Army-government reconciliation will not result automatically; Hinh capable of causing further trouble.
 - A. Once stated he would oppose Diem politically if fired.
 - B. Recently boasted he could carry out coup from Paris by telegram.
 - C. Reportedly had systematically begun putting his own men in as unit commanders before leaving for Paris.
 - D. Tension within army still high despite smoothing over of recent pro-Diem demonstration.
 - E. Generaly Ely recently voiced suspicion that acting chief of staff Vy had sworn loyalty to Hinh; expressed fear Diem-Hinh feud might be replaced by Diem-Vy dispute.

- F. Vy does in fact lack Diem's confidence.
- III. Actually, Hinh is political lightweight, but French backing could offset this.
 - A. French officials who have backed Hinh could switch to other anti-Diem champions.
 - B. French army officers have vested interest in continuance of anti-Diem feeling in army, since Diem favors US takeover of training responsibility.
 - C. Recent official French broadcast from Saigon criticized Diem, warned Viets against "heavy hand" of US; Vietnam army radio before and since Hinh's departure, has followed same line.
 - IV. Meanwhile, Viet Minh making capital of chaos in south.
 - radio criticism of Diem as instance of 55 bolstering of unpopular government.
 - B. Viet Minh continuity to consolidate shadow government ever much of southern Vietnam desite formal troop withdrawal